

**CITY OF LEWIS, KANSAS**

**FINANCIAL STATEMENT**

**For the Year Ended December 31, 2015**

**VONFELDT, BAUER & VONFELDT, CHTD.**

**Certified Public Accountants**

**Larned, Kansas 67550**

CITY OF LEWIS, KANSAS

Financial Statement  
Regulatory Basis  
For the Year Ended December 31, 2015

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## INDEPENDENT AUDITOR'S REPORT

To the City Council  
City of Lewis, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Lewis, Kansas, a Municipality, as of and for the year ended December 31, 2015 and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Lewis, Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Lewis, Kansas as of December 31, 2015 or changes in financial position and cash flows thereof for the year then ended.

*Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Lewis, Kansas as of December 31, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Other Matters*

*Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget and summary regulatory basis receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. The graphical analysis (Schedule 4 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement nor required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2015 basic financial statement upon which we rendered an unmodified opinion dated May 6, 2016. The 2014 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2014 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

VONFELDT, BAUER & VONFELDT, CHTD.  
Certified Public Accountants  
Larned, Kansas

May 6, 2016

CITY OF LEWIS, KANSAS  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
General Funds:		
General Fund	\$ 29,474.16	\$ 0.00
Special Purpose Funds:		
Special Highway Fund	0.00	0.00
Special Parks and Recreation Fund	5,102.86	0.00
Capital Improvement Fund	22,097.39	0.00
Equipment Reserve Fund	2,967.55	0.00
Fire Equipment Reserve Fund	4,486.34	0.00
EMT Donation Fund	6,955.92	0.00
Bond and Interest Funds:		
Bond and Interest Fund	444.96	0.00
Business Funds:		
Water Fund	48,675.48	0.00
Sewer Fund	13,618.74	0.00
Trash Fund	<u>1,225.88</u>	<u>0.00</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 135,049.28</u>	<u>\$ 0.00</u>

Composition of Cash:

The notes to the financial statement are an integral part of this statement.

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 226,153.42	\$ 221,918.99	\$ 33,708.59	\$ 5,489.82	\$ 39,198.41
11,549.19	0.00	11,549.19	0.00	11,549.19
373.02	0.00	5,475.88	0.00	5,475.88
1,800.00	0.00	23,897.39	0.00	23,897.39
4,782.90	2,149.00	5,601.45	0.00	5,601.45
141,998.30	144,398.84	2,085.80	0.00	2,085.80
20.91	597.36	6,379.47	0.00	6,379.47
42,884.18	40,465.00	2,864.14	0.00	2,864.14
95,928.01	83,009.57	61,593.92	1,196.36	62,790.28
55,752.02	43,574.93	25,795.83	511.87	26,307.70
<u>32,876.41</u>	<u>33,751.50</u>	<u>350.79</u>	<u>0.00</u>	<u>350.79</u>
<u>\$ 614,118.36</u>	<u>\$ 569,865.19</u>	<u>\$ 179,302.45</u>	<u>\$ 7,198.05</u>	<u>\$ 186,500.50</u>
Checking Account				\$ 15,343.63
Savings Account				60,813.26
Petty Cash				20.00
Certificates of Deposit				<u>110,346.09</u>
Total Cash				186,522.98
Agency Funds per Schedule 3				<u>(22.48)</u>
Total Reporting Entity (Excluding Agency Funds)				<u>\$ 186,500.50</u>

CITY OF LEWIS, KANSAS  
NOTES TO FINANCIAL STATEMENT  
December 31, 2015

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The City of Lewis, Kansas (City) is a municipal corporation governed by an elected five-member council. This financial statement presents the City of Lewis (the municipality). The City has no related municipal entities.

B. REGULATORY BASIS FUND TYPES

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Business fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Agency fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

C. BASIS OF ACCOUNTING

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

D. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available. Cash and investments consist of a checking account, savings account and certificates of deposit. Earnings from these investments are allocated to designated funds. Cash and investments are stated at cost.



#### E. AD VALOREM TAX REVENUE

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20 and distributed to the City by January 20. The second half is due May 10 and distributed to the City by June 5. The City Treasurer draws available funds from the County Treasurer at designated times throughout the year.

#### F. REIMBURSED EXPENSES

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

#### G. USE OF ESTIMATES

The preparation of the financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the amounts reported in the financial statement and accompanying notes. Actual results may differ from those estimates.

### Note 2 - BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Adjustment for Qualifying Budget Credits: The City may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, reimbursements, gifts and donations and receipts authorized by law to be spent as if they were reimbursed expenses.

## Note 2 - BUDGETARY INFORMATION (Cont'd.)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Capital Improvement Fund  
Equipment Reserve Fund

Fire Equipment Reserve Fund  
EMT Donation Fund

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

## Note 3 - COMPLIANCE WITH KANSAS STATUTES

Management is aware of no statutory violations for the period covered by the audit.

## Note 4 - DEPOSITS

K.S.A. 9-1401 established the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All deposits were legally secured at December 31, 2015.

At December 31, 2015 the City's carrying amount of deposits was \$186,502.98 and the bank balance was \$195,425.85. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$195,425.85 was covered by federal depository insurance.

## Note 5 - LONG TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2015, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
General obligation bonds: Series 2010	3.10%-5.25%	1/01/2010	\$ 500,000.00	9/01/2030

Total Contractual Indebtedness

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>12/31/2016</u>	<u>12/31/2017</u>	<u>12/31/2018</u>
Principal:			
General obligation bonds	<u>\$ 20,000.00</u>	<u>\$ 20,000.00</u>	<u>\$ 20,000.00</u>
Total Principal	<u>20,000.00</u>	<u>20,000.00</u>	<u>20,000.00</u>
Interest:			
General obligation bonds	<u>19,845.00</u>	<u>19,075.00</u>	<u>18,305.00</u>
Total Interest	<u>19,845.00</u>	<u>19,075.00</u>	<u>18,305.00</u>
Total Principal and Interest	<u>\$ 39,845.00</u>	<u>\$ 39,075.00</u>	<u>\$ 38,305.00</u>

<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions / Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
\$ 450,000.00	\$ 0.00	\$ 20,000.00	\$ 430,000.00	\$ 20,465.00
<u>\$ 450,000.00</u>	<u>\$ 0.00</u>	<u>\$ 20,000.00</u>	<u>\$ 430,000.00</u>	<u>\$ 20,465.00</u>

<u>12/31/2019</u>	<u>12/31/2020</u>	<u>12/31/2021 - 12/31/2025</u>	<u>12/31/2026 - 12/31/2030</u>	<u>Total</u>
\$ 25,000.00	\$ 25,000.00	\$ 140,000.00	\$ 180,000.00	\$ 430,000.00
<u>25,000.00</u>	<u>25,000.00</u>	<u>140,000.00</u>	<u>180,000.00</u>	<u>430,000.00</u>
<u>17,535.00</u>	<u>16,572.50</u>	<u>66,390.00</u>	<u>29,662.50</u>	<u>187,385.00</u>
<u>17,535.00</u>	<u>16,572.50</u>	<u>66,390.00</u>	<u>29,662.50</u>	<u>187,385.00</u>
<u>\$ 42,535.00</u>	<u>\$ 41,572.50</u>	<u>\$ 206,390.00</u>	<u>\$ 209,662.50</u>	<u>\$ 617,385.00</u>

## Note 6 - INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General	Fire Equipment Reserve	K.S.A. 12-1,117	\$ 1,998.30
Water	Bond and Interest	K.S.A. 12-825d	12,500.00

## Note 7 - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

*Other Post Employment Benefits.* As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

*Compensated Absences.* Employees will earn one day of sick leave for each completed month of service, accumulative up to ninety days. Upon separation of employment, employees are not compensated for any unused sick leave, therefore, there is no potential liability for unused sick leave as of December 31, 2015.

After one year of continuous employment employees will earn five days of vacation leave, after two years of continuous employment employees will earn ten days of vacation leave, and after five years of continuous employment employees will earn fifteen days of vacation leave, accumulative up to twenty days. Upon separation of employment, employees will be compensated for any unused vacation leave, therefore, the potential liability for unused vacation leave as of December 31, 2015 and 2014 is \$2,756.00 and \$2,220.00, respectively, which is a net change of \$536.00.

## Note 8 - DEFINED BENEFIT PENSION PLAN

*Plan description.* The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.48% for the fiscal year ended December 31, 2015. Contributions to the pension plan from the City were \$8,212.49 for the year ended December 31, 2015.

#### Note 8 - DEFINED BENEFIT PENSION PLAN (Cont'd.)

*Net Pension Liability.* At December 31, 2015 the City's proportionate share of the collective net pension liability reported by KPERS was \$77,509. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014, which was rolled forward to June 30, 2015. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

#### Note 9 - RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; thefts of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City obtains coverage from commercial insurance companies in order to effectively manage risk. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years. The City does not participate in a public entity risk pool.

#### Note 10 - CONTINGENCIES

During the ordinary course of its operations the City is a party to potential claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material effect on the City's financial statement.

#### Note 11 - SUBSEQUENT EVENTS

The City has evaluated events subsequent to year end through May 6, 2016, and does not believe any events have occurred which affect the financial statement as presented.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

CITY OF LEWIS, KANSAS  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015

Funds	Certified Budget	Adjustment for Qualifying Budget Credits
General Funds:		
General Fund	\$ 236,000.00	\$ 0.00
Special Purpose Funds:		
Special Highway Fund	11,398.00	0.00
Special Parks and Recreation Fund	5,431.00	0.00
Bond and Interest Funds:		
Bond and Interest Fund	42,965.00	0.00
Business Funds:		
Water Fund	117,000.00	0.00
Sewer Fund	63,614.00	0.00
Trash Fund	38,719.00	0.00



## Schedule 1

<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
\$ 236,000.00	\$ 221,918.99	\$ (14,081.01)
11,398.00	0.00	(11,398.00)
5,431.00	0.00	(5,431.00)
42,965.00	40,465.00	(2,500.00)
117,000.00	83,009.57	(33,990.43)
63,614.00	43,574.93	(20,039.07)
38,719.00	33,751.50	(4,967.50)

CITY OF LEWIS, KANSAS  
GENERAL FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 99,958.79	\$ 95,693.71	\$ 99,669.00	\$ (3,975.29)
Delinquent Tax	2,445.39	753.51	0.00	753.51
Motor Vehicle Tax	19,183.07	32,494.38	23,396.00	9,098.38
Recreational Vehicle Tax	161.18	196.44	249.00	(52.56)
16/20 M Vehicle Tax	493.54	61.41	553.00	(491.59)
Sales Tax	29,999.64	33,624.36	28,200.00	5,424.36
Franchise Fees	35,691.58	31,636.01	34,500.00	(2,863.99)
Local Alcoholic Liquor Tax	669.71	332.75	660.00	(327.25)
Licenses, Fines & Permits	2,499.00	2,436.00	1,350.00	1,086.00
Charges for Services	14,927.95	16,702.58	14,300.00	2,402.58
Rent	1,883.00	2,500.00	1,200.00	1,300.00
Reimbursements	4,779.61	4,889.47	1,200.00	3,689.47
Gifts and Donations	0.00	3,200.00	0.00	3,200.00
Interest on Idle Funds	1,741.20	1,632.80	1,000.00	632.80
Miscellaneous	218.00	0.00	1,000.00	(1,000.00)
Operating Transfers:				
From Water	10,000.00	0.00	0.00	0.00
Total Receipts	224,651.66	226,153.42	\$ 207,277.00	\$ 18,876.42
Expenditures				
General Government:				
Personal Services	35,704.65	32,903.13	40,000.00	(7,096.87)
Contractual Services	26,709.90	35,451.30	26,500.00	8,951.30
Materials and Supplies	980.09	1,158.41	1,000.00	158.41
Capital Outlay	175.00	633.00	500.00	133.00
Taxes	2,805.56	2,642.55	3,000.00	(357.45)
Municipal Court:				
Personal Services	2,447.73	4,921.80	4,000.00	921.80
Contractual Services	152.50	1,115.72	350.00	765.72
Materials and Supplies	0.00	0.00	50.00	(50.00)
Fire Department:				
Personal Services	11,936.46	10,700.41	20,000.00	(9,299.59)
Contractual Services	11,123.25	20,966.59	13,000.00	7,966.59
Materials and Supplies	11,218.07	3,606.09	12,000.00	(8,393.91)
Capital Outlay	7,621.00	0.00	0.00	0.00

CITY OF LEWIS, KANSAS  
GENERAL FUND (CONT'D.)  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Expenditures (Cont'd.)				
Police Department:				
Personal Services	27,559.00	30,054.61	27,500.00	2,554.61
Contractual Services	2,990.58	3,858.25	4,700.00	(841.75)
Materials and Supplies	1,740.46	1,671.31	4,000.00	(2,328.69)
Capital Outlay	1,236.38	0.00	1,000.00	(1,000.00)
Street Department:				
Personal Services	12,201.85	5,773.86	16,000.00	(10,226.14)
Contractual Services	3,349.28	3,459.93	3,500.00	(40.07)
Materials and Supplies	12,811.50	15,011.47	13,000.00	2,011.47
Capital Outlay	111.55	0.00	1,000.00	(1,000.00)
Street Lights	7,334.13	7,738.16	7,500.00	238.16
Park Department:				
Personal Services	3,376.87	6,976.88	2,000.00	4,976.88
Contractual Services	2,000.07	1,355.54	3,000.00	(1,644.46)
Materials and Supplies	3,086.00	2,724.09	3,000.00	(275.91)
Capital Outlay	0.00	0.00	500.00	(500.00)
Employee Benefits:				
Workers Compensation	4,924.00	5,491.40	5,100.00	391.40
Health Insurance	19,050.69	15,701.44	22,500.00	(6,798.56)
Unemployment Tax	0.00	0.00	150.00	(150.00)
Life Insurance	0.00	0.00	650.00	(650.00)
Tower Expense	92.26	0.00	0.00	0.00
Fitness Center Expense	270.69	6,004.75	500.00	5,504.75
Operating Transfers:				
To Fire Equipment Reserve	837.47	1,998.30	0.00	1,998.30
Total Expenditures	<u>213,846.99</u>	<u>221,918.99</u>	<u>\$ 236,000.00</u>	<u>\$ (14,081.01)</u>
Receipts Over (Under) Expenditures	10,804.67	4,234.43		
Unencumbered Cash, Beginning	<u>18,669.49</u>	<u>29,474.16</u>		
Unencumbered Cash, Ending	<u>\$ 29,474.16</u>	<u>\$ 33,708.59</u>		

CITY OF LEWIS, KANSAS  
SPECIAL HIGHWAY FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
State Gas Tax	\$ 11,322.48	\$ 11,549.19	\$ 11,340.00	\$ 209.19
Total Receipts	<u>11,322.48</u>	<u>11,549.19</u>	<u>\$ 11,340.00</u>	<u>\$ 209.19</u>
Expenditures				
Contractual Services	15,630.76	0.00	2,398.00	(2,398.00)
Materials and Supplies	<u>0.00</u>	<u>0.00</u>	<u>9,000.00</u>	<u>(9,000.00)</u>
Total Expenditures	<u>15,630.76</u>	<u>0.00</u>	<u>\$ 11,398.00</u>	<u>\$ (11,398.00)</u>
Receipts Over (Under) Expenditures	(4,308.28)	11,549.19		
Unencumbered Cash, Beginning	<u>4,308.28</u>	<u>0.00</u>		
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 11,549.19</u>		

CITY OF LEWIS, KANSAS  
SPECIAL PARKS AND RECREATION FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Local Alcoholic Liquor Tax	\$ 669.72	\$ 332.76	\$ 660.00	\$ (327.24)
Donations	5,000.00	0.00	100.00	(100.00)
Reimbursements	0.00	40.26	0.00	40.26
Total Receipts	<u>5,669.72</u>	<u>373.02</u>	<u>\$ 760.00</u>	<u>\$ (386.98)</u>
Expenditures				
Contractual Services	2,553.95	0.00	2,000.00	(2,000.00)
Materials and Supplies	426.03	0.00	3,000.00	(3,000.00)
Capital Outlay	283.57	0.00	431.00	(431.00)
Total Expenditures	<u>3,263.55</u>	<u>0.00</u>	<u>\$ 5,431.00</u>	<u>\$ (5,431.00)</u>
Receipts Over (Under) Expenditures	2,406.17	373.02		
Unencumbered Cash, Beginning	<u>2,696.69</u>	<u>5,102.86</u>		
Unencumbered Cash, Ending	<u>\$ 5,102.86</u>	<u>\$ 5,475.88</u>		

CITY OF LEWIS, KANSAS  
 CAPITAL IMPROVEMENT FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Reimbursements	\$ 0.00	\$ 1,800.00
Operating Transfers:		
From Sewer	<u>5,000.00</u>	<u>0.00</u>
Total Receipts	<u>5,000.00</u>	<u>1,800.00</u>
Expenditures		
Contractual Services	65.00	0.00
Capital Outlay	<u>78,961.72</u>	<u>0.00</u>
Total Expenditures	<u>79,026.72</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	(74,026.72)	1,800.00
Unencumbered Cash, Beginning	<u>96,124.11</u>	<u>22,097.39</u>
Unencumbered Cash, Ending	<u>\$ 22,097.39</u>	<u>\$ 23,897.39</u>

CITY OF LEWIS, KANSAS  
EQUIPMENT RESERVE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Reimbursements	\$ 5,458.00	\$ 4,782.90
Total Receipts	<u>5,458.00</u>	<u>4,782.90</u>
Expenditures		
Capital Outlay	<u>18,540.08</u>	<u>2,149.00</u>
Total Expenditures	<u>18,540.08</u>	<u>2,149.00</u>
Receipts Over (Under) Expenditures	(13,082.08)	2,633.90
Unencumbered Cash, Beginning	<u>16,049.63</u>	<u>2,967.55</u>
Unencumbered Cash, Ending	<u>\$ 2,967.55</u>	<u>\$ 5,601.45</u>

CITY OF LEWIS, KANSAS  
 FIRE EQUIPMENT RESERVE FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Operating Transfers:		
From General	\$ 837.47	\$ 1,998.30
Federal Aid	<u>0.00</u>	<u>140,000.00</u>
Total Receipts	<u>837.47</u>	<u>141,998.30</u>
Expenditures		
Contractual Services	0.00	9,912.50
Capital Outlay	<u>42,185.50</u>	<u>134,486.34</u>
Total Expenditures	<u>42,185.50</u>	<u>144,398.84</u>
Receipts Over (Under) Expenditures	(41,348.03)	(2,400.54)
Unencumbered Cash, Beginning	<u>45,834.37</u>	<u>4,486.34</u>
Unencumbered Cash, Ending	<u><u>\$ 4,486.34</u></u>	<u><u>\$ 2,085.80</u></u>



CITY OF LEWIS, KANSAS  
 EMT DONATION FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Donations	\$ 90.00	\$ 0.00
Reimbursements	<u>0.00</u>	<u>20.91</u>
Total Receipts	<u>90.00</u>	<u>20.91</u>
Expenditures		
Contractual Services	428.28	497.46
Materials and Supplies	<u>0.00</u>	<u>99.90</u>
Total Expenditures	<u>428.28</u>	<u>597.36</u>
Receipts Over (Under) Expenditures	(338.28)	(576.45)
Unencumbered Cash, Beginning	<u>7,294.20</u>	<u>6,955.92</u>
Unencumbered Cash, Ending	<u>\$ 6,955.92</u>	<u>\$ 6,379.47</u>

CITY OF LEWIS, KANSAS  
 BOND AND INTEREST FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 23,452.00	\$ 22,428.52	\$ 23,360.00	\$ (931.48)
Delinquent Tax	616.00	190.96	0.00	190.96
Motor Vehicle Tax	6,498.05	7,697.74	5,489.00	2,208.74
Recreational Vehicle Tax	54.78	46.09	59.00	(12.91)
16/20 M Vehicle Tax	145.43	20.87	130.00	(109.13)
Operating Transfers:				
From Water	<u>10,000.00</u>	<u>12,500.00</u>	<u>12,500.00</u>	<u>0.00</u>
Total Receipts	<u>40,766.26</u>	<u>42,884.18</u>	<u>\$ 41,538.00</u>	<u>\$ 1,346.18</u>
Expenditures				
Principal	20,000.00	20,000.00	20,000.00	0.00
Interest	21,085.00	20,465.00	20,465.00	0.00
Cash Basis Reserve	<u>0.00</u>	<u>0.00</u>	<u>2,500.00</u>	<u>(2,500.00)</u>
Total Expenditures	<u>41,085.00</u>	<u>40,465.00</u>	<u>\$ 42,965.00</u>	<u>\$ (2,500.00)</u>
Receipts Over (Under) Expenditures	(318.74)	2,419.18		
Unencumbered Cash, Beginning	<u>763.70</u>	<u>444.96</u>		
Unencumbered Cash, Ending	<u>\$ 444.96</u>	<u>\$ 2,864.14</u>		

CITY OF LEWIS, KANSAS  
WATER FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Customer Receipts	\$ 87,212.68	\$ 89,355.82	\$ 82,000.00	\$ 7,355.82
Sales Tax	735.91	685.81	800.00	(114.19)
Penalties	3,552.29	3,146.28	3,200.00	(53.72)
Connect/Reconnect Fees	1,800.00	2,600.00	2,000.00	600.00
Reimbursements	282.00	140.10	0.00	140.10
Total Receipts	<u>93,582.88</u>	<u>95,928.01</u>	<u>\$ 88,000.00</u>	<u>\$ 7,928.01</u>
Expenditures				
Personal Services	25,870.85	24,413.68	35,000.00	(10,586.32)
Contractual Services	27,576.12	24,738.73	30,000.00	(5,261.27)
Materials and Supplies	10,454.23	19,208.81	20,000.00	(791.19)
Capital Outlay	4,524.32	0.00	17,000.00	(17,000.00)
Sales Tax	0.00	657.08	1,000.00	(342.92)
Water Tax	1,980.50	1,491.27	1,500.00	(8.73)
Operating Transfers:				
To General	10,000.00	0.00	0.00	0.00
To Bond and Interest	10,000.00	12,500.00	12,500.00	0.00
Total Expenditures	<u>90,406.02</u>	<u>83,009.57</u>	<u>\$ 117,000.00</u>	<u>\$ (33,990.43)</u>
Receipts Over (Under) Expenditures	3,176.86	12,918.44		
Unencumbered Cash, Beginning	<u>45,498.62</u>	<u>48,675.48</u>		
Unencumbered Cash, Ending	<u>\$ 48,675.48</u>	<u>\$ 61,593.92</u>		

CITY OF LEWIS, KANSAS  
SEWER FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Customer Receipts	\$ 53,226.46	\$ 55,752.02	\$ 50,000.00	\$ 5,752.02
Total Receipts	<u>53,226.46</u>	<u>55,752.02</u>	<u>\$ 50,000.00</u>	<u>\$ 5,752.02</u>
Expenditures				
Personal Services	22,768.50	20,301.00	27,000.00	(6,699.00)
Contractual Services	13,111.78	12,143.77	15,000.00	(2,856.23)
Materials and Supplies	8,754.58	11,130.16	11,500.00	(369.84)
Capital Outlay	286.55	0.00	10,114.00	(10,114.00)
Operating Transfers: To Capital Improvement	<u>5,000.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>49,921.41</u>	<u>43,574.93</u>	<u>\$ 63,614.00</u>	<u>\$ (20,039.07)</u>
Receipts Over (Under) Expenditures	3,305.05	12,177.09		
Unencumbered Cash, Beginning	<u>10,313.69</u>	<u>13,618.74</u>		
Unencumbered Cash, Ending	<u>\$ 13,618.74</u>	<u>\$ 25,795.83</u>		

CITY OF LEWIS, KANSAS  
 TRASH FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

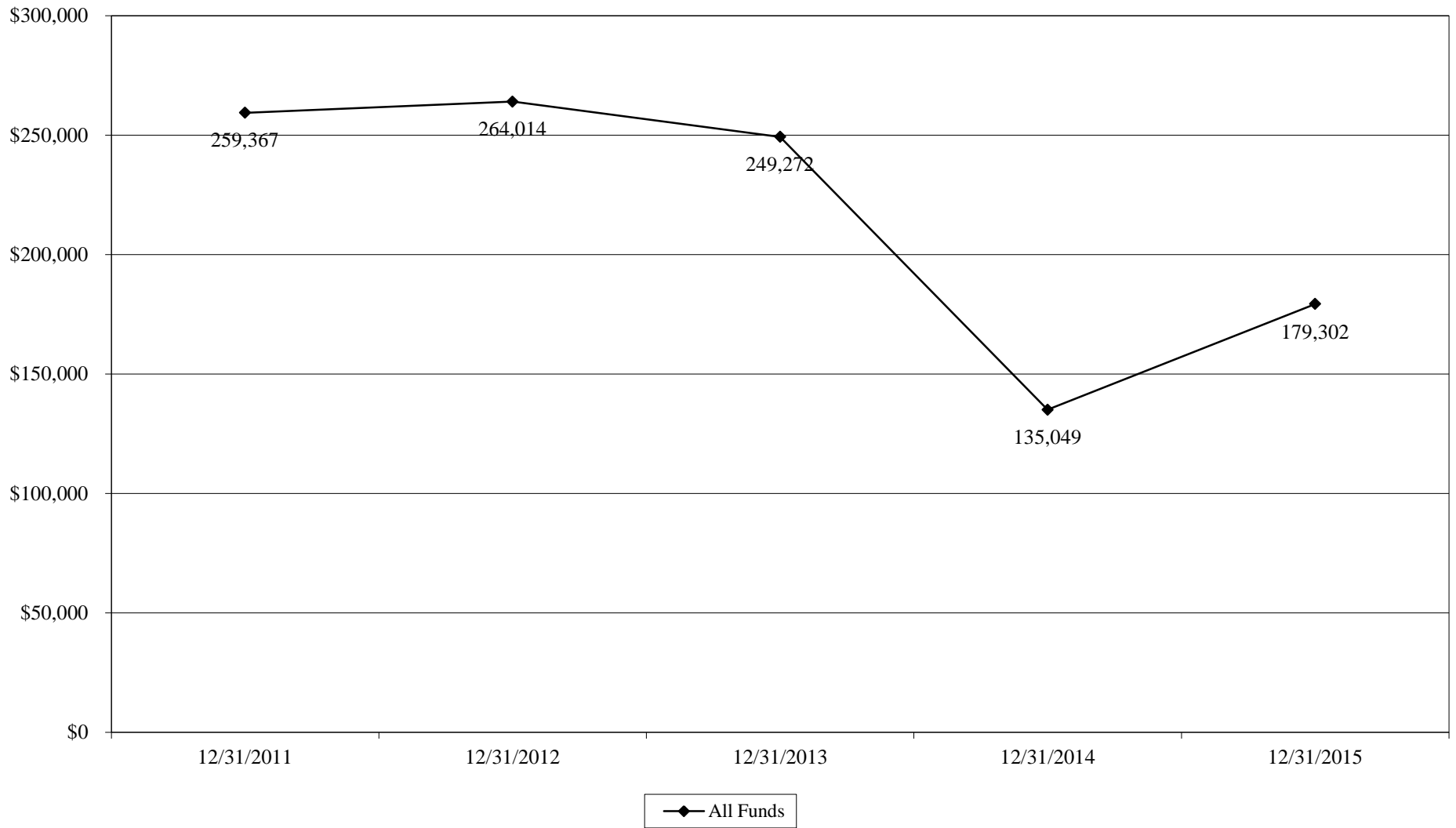
	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Customer Receipts	\$ 33,632.40	\$ 32,876.41	\$ 37,000.00	\$ (4,123.59)
Total Receipts	<u>33,632.40</u>	<u>32,876.41</u>	<u>\$ 37,000.00</u>	<u>\$ (4,123.59)</u>
Expenditures				
Contractual Services	<u>34,125.50</u>	<u>33,751.50</u>	<u>38,719.00</u>	<u>(4,967.50)</u>
Total Expenditures	<u>34,125.50</u>	<u>33,751.50</u>	<u>\$ 38,719.00</u>	<u>\$ (4,967.50)</u>
Receipts Over (Under) Expenditures	(493.10)	(875.09)		
Unencumbered Cash, Beginning	<u>1,718.98</u>	<u>1,225.88</u>		
Unencumbered Cash, Ending	<u>\$ 1,225.88</u>	<u>\$ 350.79</u>		

CITY OF LEWIS, KANSAS  
 AGENCY FUNDS  
 Summary of Receipts and Disbursements  
 Regulatory Basis  
 For the Year Ended December 31, 2015

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Payroll Clearing	\$ 527.68	\$ 135,348.93	\$ 135,854.13	\$ 22.48
Total Agency Funds	<u>\$ 527.68</u>	<u>\$ 135,348.93</u>	<u>\$ 135,854.13</u>	<u>\$ 22.48</u>

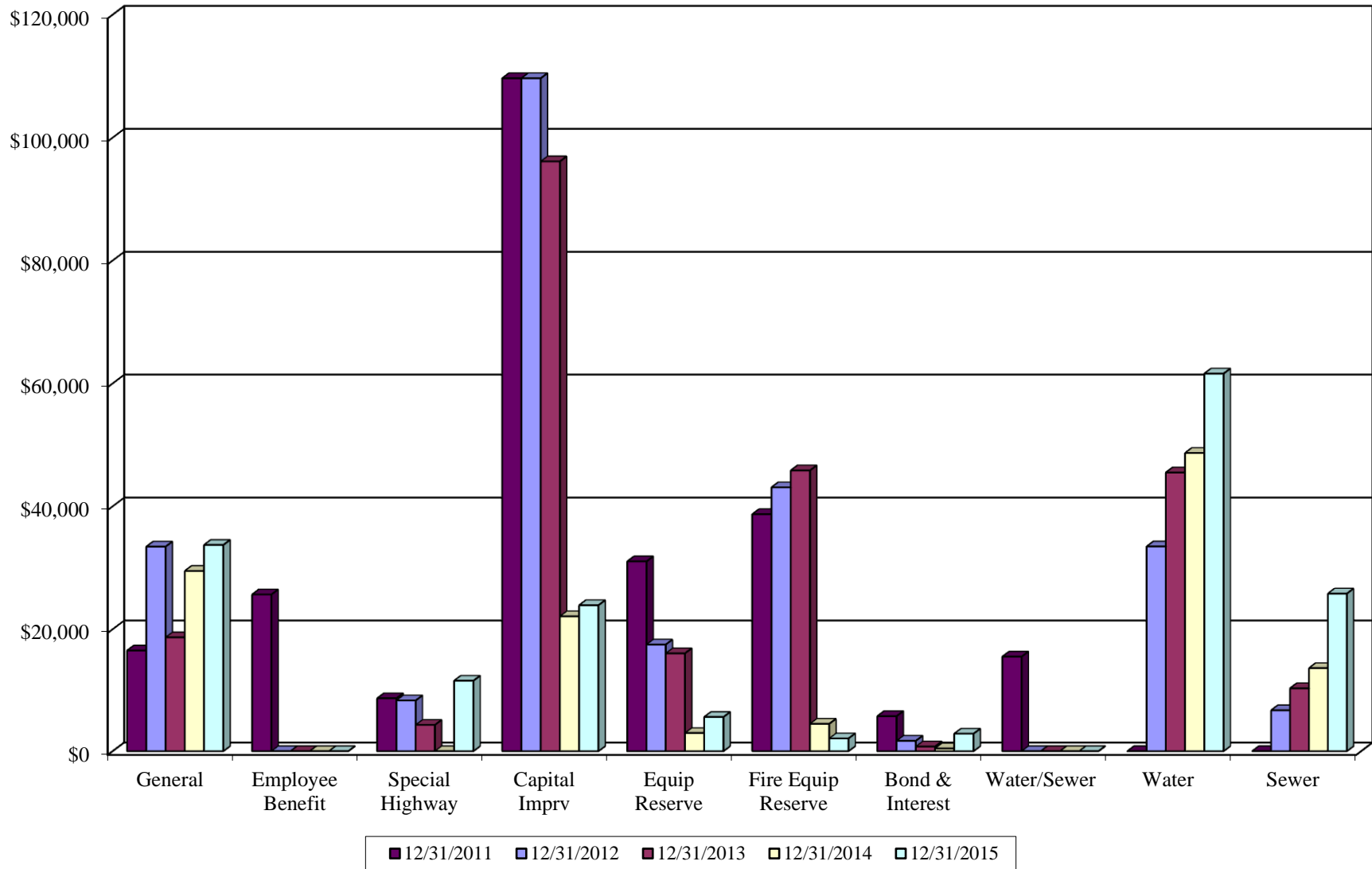
## **SUPPLEMENTARY INFORMATION**

**City of Lewis, Kansas  
Unencumbered Cash Balance  
All Funds**

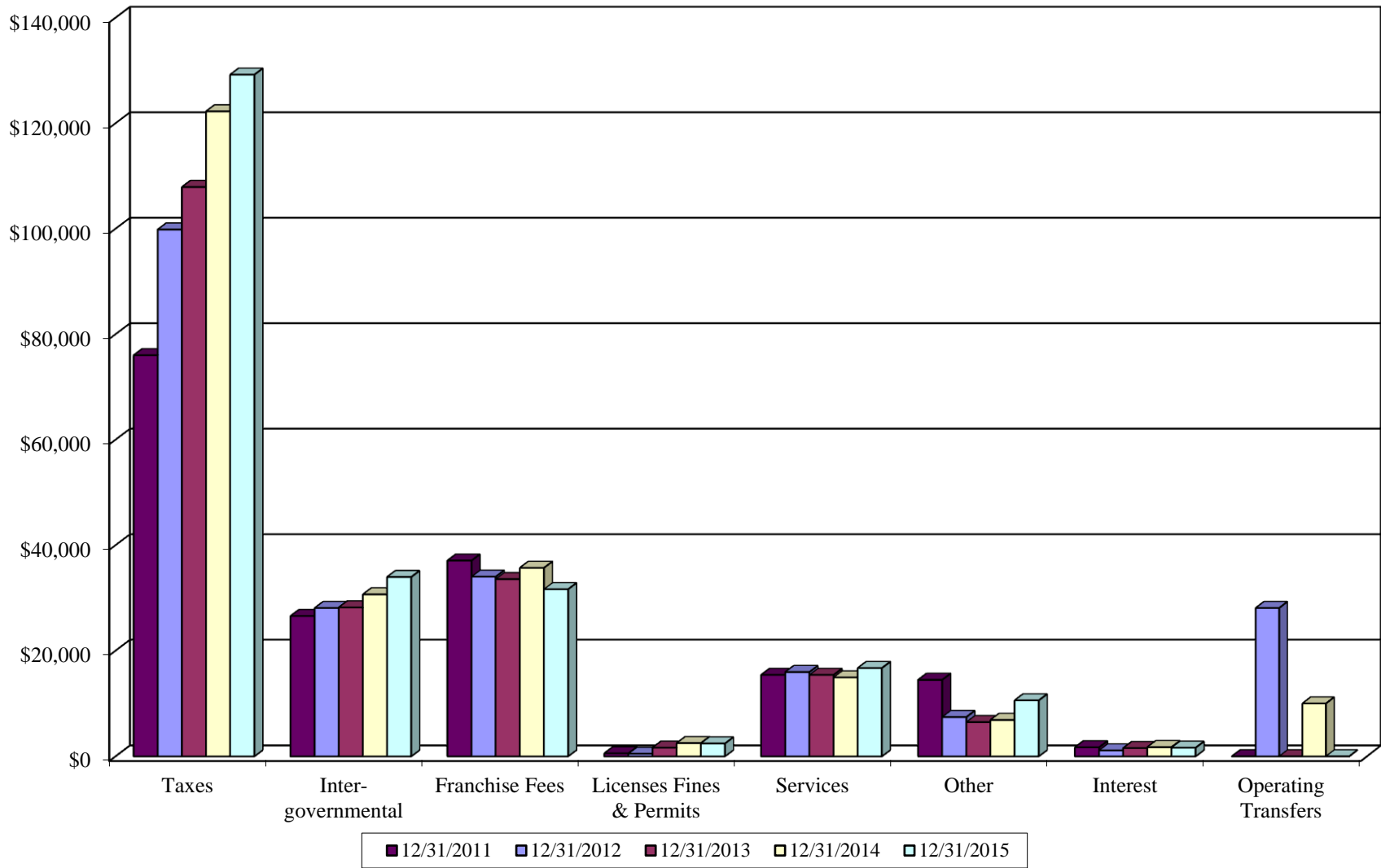




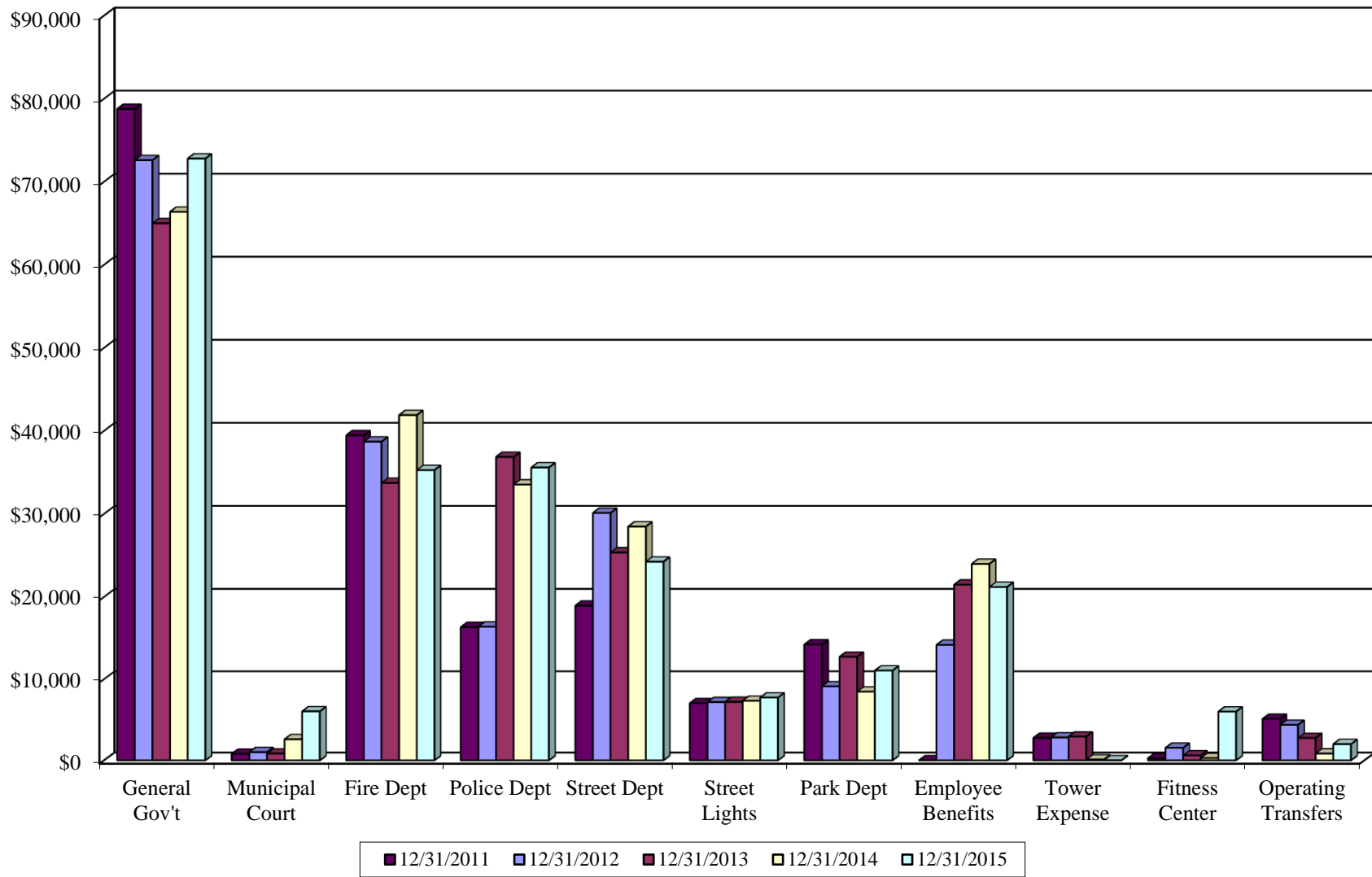
# **City of Lewis, Kansas Unencumbered Cash Balance Selected Funds**



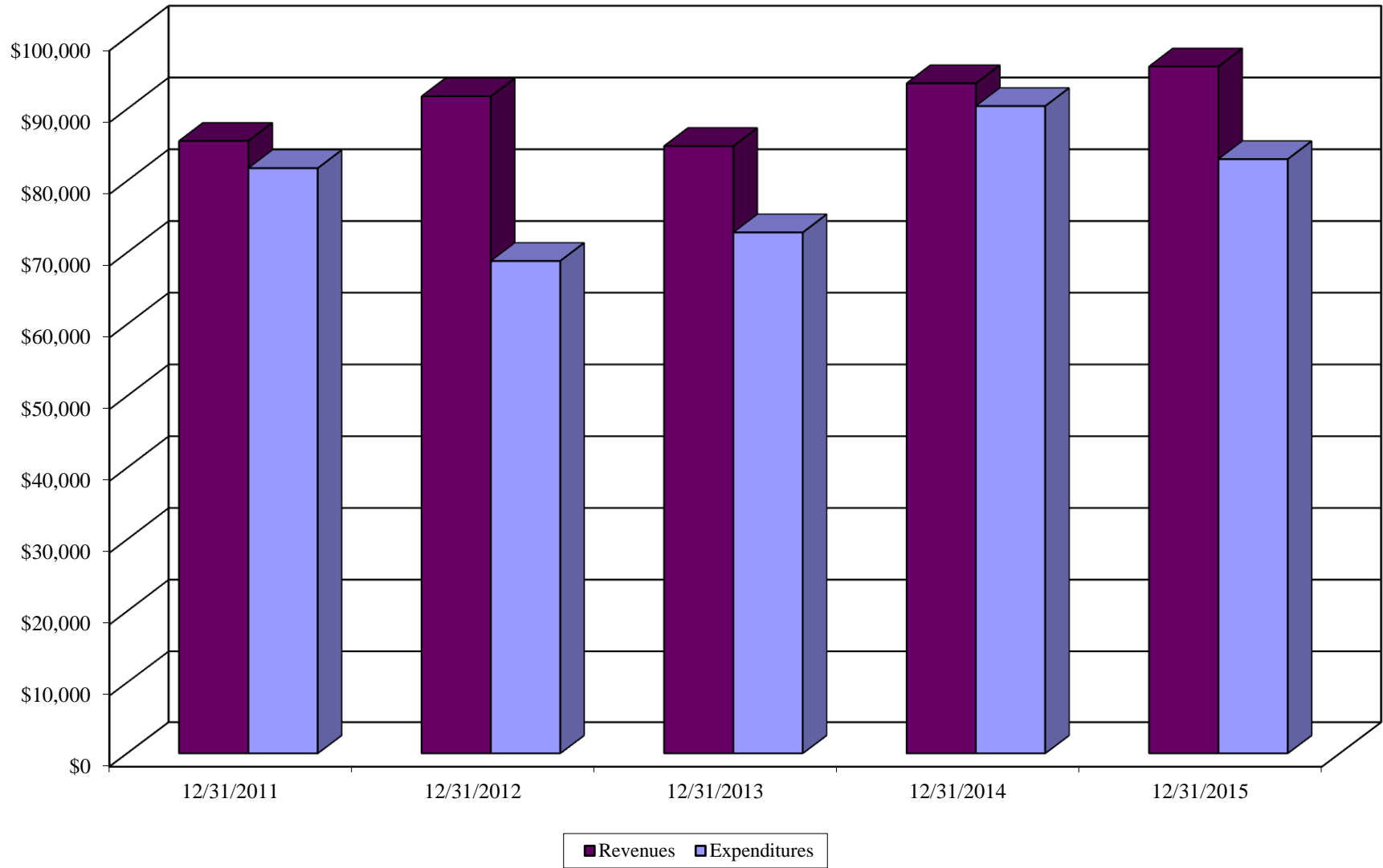
# **City of Lewis, Kansas General Fund Revenues**



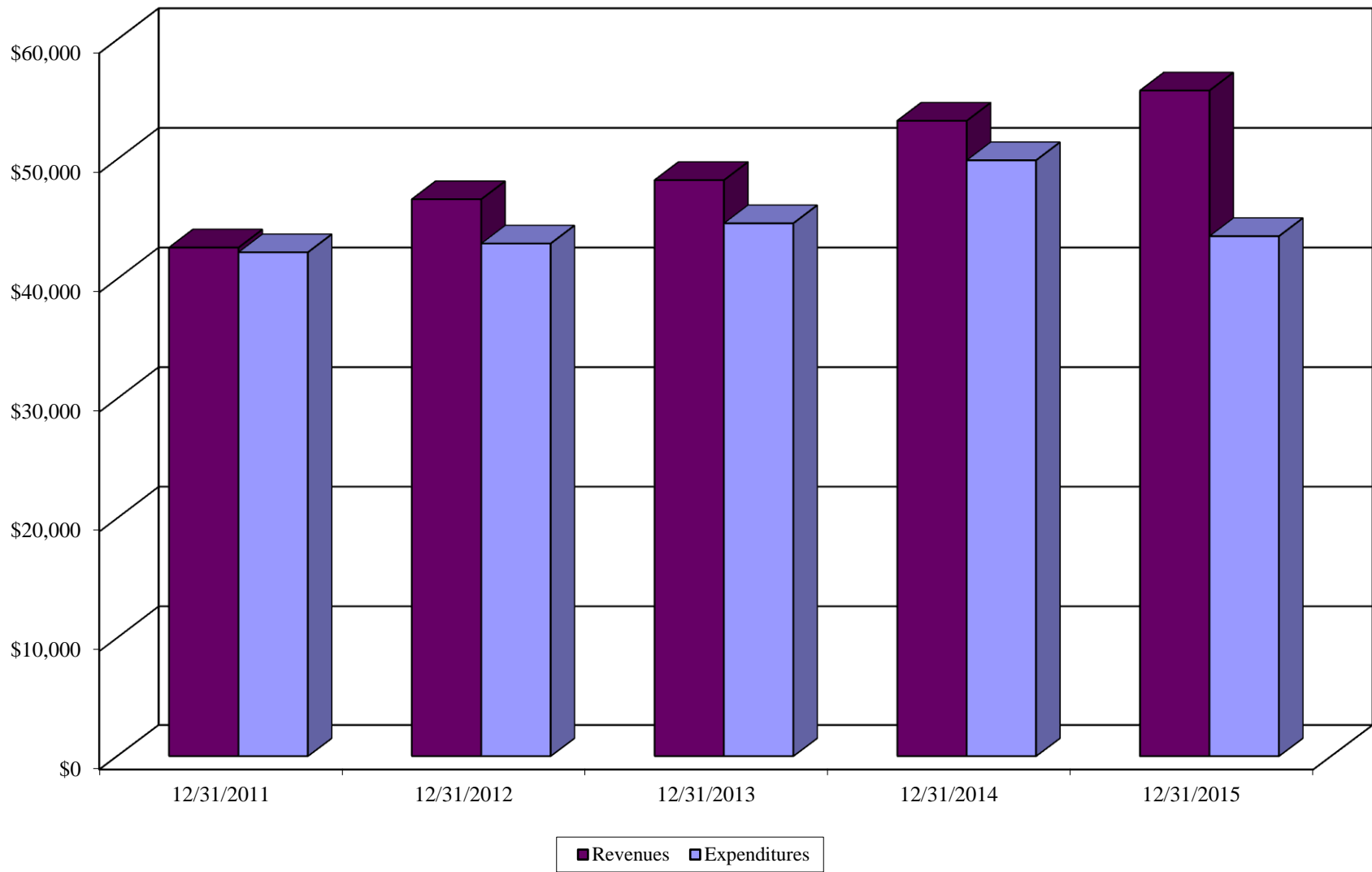
# **City of Lewis, Kansas General Fund Expenditures**



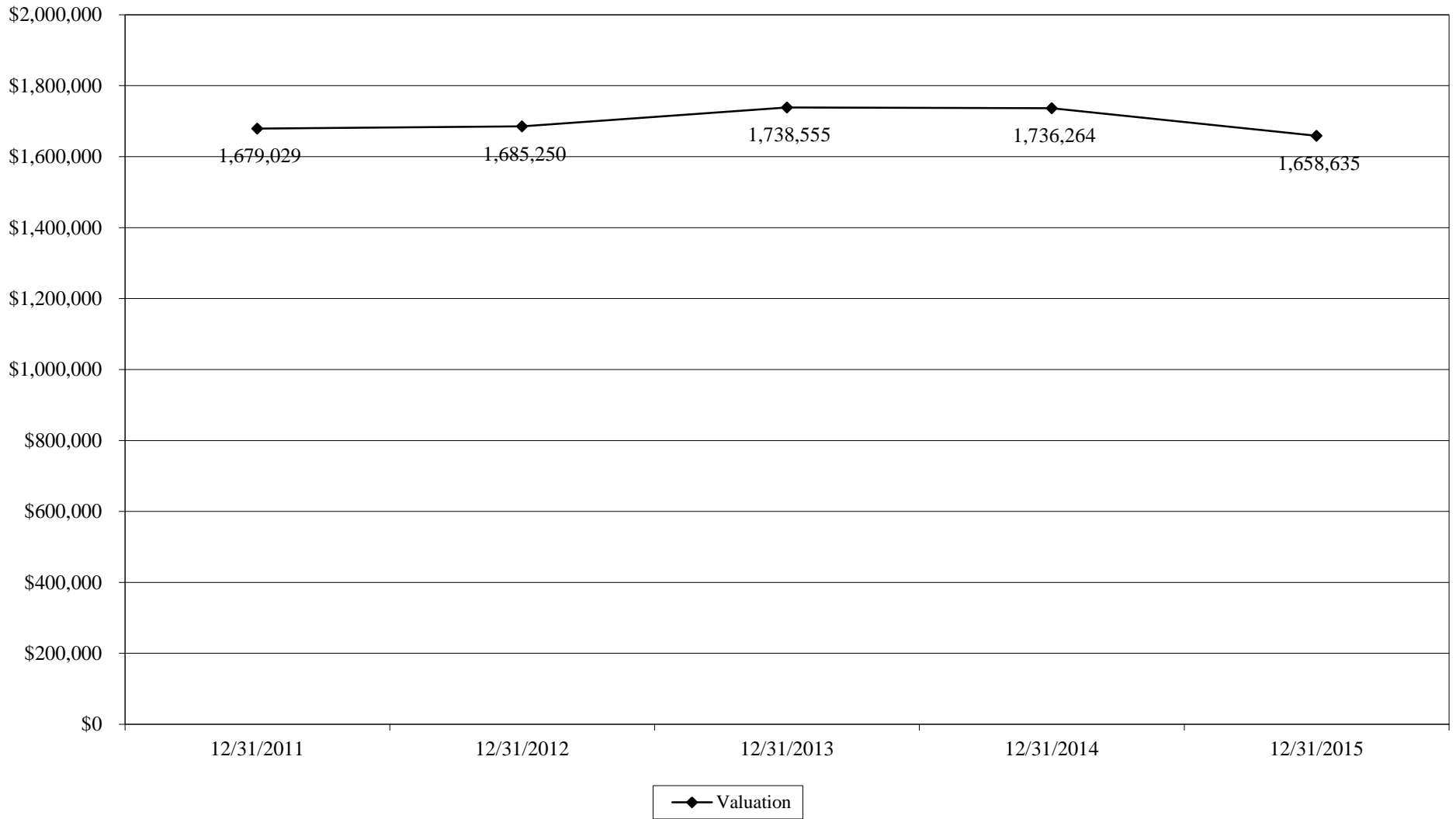
**City of Lewis, Kansas  
Water Fund  
Revenues vs Expenditures**



**City of Lewis, Kansas  
Sewer Fund  
Revenues vs Expenditures**



## City of Lewis, Kansas Assessed Valuation



## City of Lewis, Kansas Mill Rate

